

FISCAL NOTE

SB 3501 - HB 3448

February 13, 2008

SUMMARY OF BILL: Authorizes the Department of Transportation to reimburse a municipal utility for relocation costs of certain projects.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures – Exceeds \$8,000,000/Highway Fund

Increase Local Revenue – Exceeds \$8,000,000

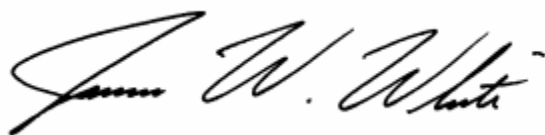
Other Fiscal Impact – Depending upon the specific location of a qualifying utility relocation project, state reimbursement to local governments may be eligible for federal funding at a ratio of 80 percent federal dollars to 20 percent state dollars. The number of qualifying projects that would be eligible for federal funding is unknown.

Assumptions:

- Multiple utility projects would fall under the criteria for reimbursement as defined by the bill.
- An increase in state expenditures exceeding \$8,000,000 to reimburse local governments for eligible projects.
- An increase in local government revenue resulting from state reimbursement for eligible utility relocation projects.
- The language found in the bill stating “since amendment of § 54-5-854” refers to the most recent amendment of that Tenn. Code Ann. section.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

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